Department of Defense

- (ii) Upon advice from PWGSC, the Canadian Commercial Corporation certifies the invoice and forwards it with Standard Form (SF) 1034, Public Voucher, to the administrative contracting officer for further processing and transmittal to the disbursing office.
- (2) For contracts placed directly with Canadian firms, the administrative contracting officer requests audits from the CAC, Ottawa, Ontario, Canada. The CAC/PWGSC—
- (i) Approves invoices on a provisional basis pending completion of the contract and final audit;
- (ii) Forwards these invoices, accompanied by SF 1034, Public Voucher, to the administrative contracting officer for further processing and transmittal to the disbursing officer; and
- (iii) Furnishes periodic advisory audit reports directly to the administrative contracting officer.

[68 FR 15621, Mar. 31, 2003, as amended at 69 FR 58353, Sept. 30, 2004]

225.870-6 Termination procedures.

- (a) The Canadian Commercial Corporation will continue administering contracts that the U.S. contracting officer terminates.
- (b) The Corporation will settle all Canadian subcontracts in accordance with the policies, practices, and procedures of the Canadian Government.
- (c) The U.S. agency administering the contract with the Canadian Commercial Corporation shall provide any services required by the Canadian Commercial Corporation, including disposal of inventory, for settlement of any subcontracts placed in the United States. Settlement of such U.S. subcontracts will be in accordance with this regulation.

225.870-7 Acceptance of Canadian supplies.

- (a) For contracts placed in Canada, either with the Canadian Commercial Corporation or directly with Canadian suppliers, the Department of National Defence (Canada) will perform any necessary contract quality assurance and/or acceptance, as applicable.
- (b) Signature by the Department of National Defence (Canada) quality assurance representative on the DoD in-

spection and acceptance form is satisfactory evidence of acceptance for payment purposes.

225.870-8 Industrial security.

Industrial security for Canada shall be in accordance with the U.S.-Canada Industrial Security Agreement of March 31, 1952, as amended.

225.871 North Atlantic Treaty Organization cooperative projects.

225.871-1 Scope.

This section—

- (a) Implements 22 U.S.C. 2767 and 10 U.S.C. 2350b; and
- (b) Provides guidance on awarding contracts for North Atlantic Treaty Organization (NATO) cooperative projects.

225.871-2 Definitions.

As used in this section-

- (a) Cooperative project means a jointly managed arrangement—
- (1) Described in a written agreement between the parties;
- (2) Undertaken to further the objectives of standardization, rationalization, and interoperability of the armed forces of NATO member countries; and
 - (3) Providing for-
- (i) One or more of the other participants to share with the United States the cost of research and development, testing, evaluation, or joint production (including follow-on support) of certain defense articles:
- (ii) Concurrent production in the United States and in another member country of a defense article jointly developed: or
- (iii) Acquisition by the United States of a defense article or defense service from another member country.
- (b) Other participant means a cooperative project participant other than the United States.

225.871-3 General.

- (a) Cooperative project authority.
- (1) Departments and agencies, that have authority to do so, may enter into cooperative project agreements with NATO or with one or more member countries of NATO under DoDD 5530.3, International Agreements.